NAME\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ CLASS\_\_\_\_\_\_

**Unit 9 – Economics, part 2**

**Part 1 – Private Financial Institutions and Money [CE 12c, 13f]**

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ 1. They exist to make a profit; their largest source of revenue is the difference between what interest they pay on deposits and what interest they charge to customers who borrow money. (P.465)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ 2. This type of financial institution was set up to accept savings deposits and make loans to families buying land to build houses. (P.467)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ 3. A nonprofit banking institution that serves only its members, who often work for the same organization. (P.467)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ 4. The first and most basic function of money. (P.456)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ 5. Term for the coins and paper bills (Federal Reserve notes) that are used as money. (P.458)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ 6. Customers can spend their deposited money using these. (P.463)

**Part 2 – Federal Reserve [CE 13d]**

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ 7. It is the central bank of the United States. (P.469)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ 8. In this function, the Federal Reserve governs the business of banking. (P.473)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ 9. The Federal Reserve fills function role by changing the reserve requirement, changing the discount rate, or buy and sell government bonds. (P.474)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ 10. The Federal Reserve acts in this function by collecting peoples’ tax deposits and keeping the federal government’s checking account. (P.471)

**Part 3 – Federal Government and the Economy (CE 13a, 13c)**

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ 11. This Executive agency makes rules for radio and television stations. (P.253)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ 12. It regulates business to protect the health of citizens and the environment. (P.432)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ 13. It was created in 1914 to regulate companies to control monopolies from forming. (P.437)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ 14. The Sherman and Clayton Anti-trust acts are enforced by the federal government to prevent these from forming. (P.437)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ 15. This amendment to the Constitution created the federal income tax. (P.152)

**Part 4 – Personal Finance (CE 14)**

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ 16. Name one way new technology has affected the job market. (P.417)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ 17. Making one of these is a good way to set aside enough money for the things you need. It also helps you from buying more than you can afford. (P.406)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ 18. This is a manufacturer’s promise to repair an item if it breaks within a specified time period. (P.410)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ 19. When you use credit, you have to pay this additional cost. (P.411)

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ 20. A plan by which a company gives protection from the cost of injury or loss. (P.415)